

House \_\_\_\_\_ Amendment NO. \_\_\_\_\_

Offered By \_\_\_\_\_

1 AMEND House Committee Substitute for Senate Substitute No. 2 for Senate Committee Substitute  
2 for Senate Bill No. 1, Section 287.955, Pages 30-31, Lines 1-26, by deleting all of said Lines and  
3 inserting in lieu thereof the following:  
4

5 "287.955. 1. Every workers' compensation insurer shall adhere to a uniform classification  
6 system and uniform experience rating plan filed with the director by the advisory organization  
7 designated by the director and subject to his disapproval. Every workers compensation insurer shall  
8 report its workers compensation experience in accordance with the statistical plans and other  
9 reporting requirements in use by an advisory organization designated by the director. An insurer  
10 may develop subclassifications of the uniform classification system [upon which a rate may be  
11 made], except that such subclassifications shall be filed with the director thirty days prior to their  
12 use. A workers compensation insurer may develop other rating plans which reflect additional risk  
13 characteristics, and such rating plans and their filing shall be filed with the director thirty days prior  
14 to their use. The director shall disapprove subclassifications, rating plans, or other variations from  
15 manual rules filed by an insurer if the insurer fails to demonstrate that the data thereby produced can  
16 be reported consistent with the uniform statistical plan, [and] classification system, and experience  
17 rating systems and is in such a fashion so as to allow for the application of experience rating filed by  
18 the advisory organization.

19 2. The director shall designate an advisory organization to assist him in gathering, compiling  
20 and reporting relevant statistical information. Every workers' compensation insurer shall record and  
21 report its workers' compensation experience to the designated advisory organization as set forth in  
22 the uniform statistical plan approved by the director.

23 3. The designated advisory organization shall develop and file manual rules, subject to the  
24 approval of the director, reasonably related to the recording and reporting of data pursuant to the  
25 uniform statistical plan, uniform experience rating plan, and the uniform classification system.  
26 Every workers' compensation insurer shall adhere to the approved manual rules and experience  
27 rating plan in writing and reporting its business. No insurer shall agree with any other insurer or  
28 with the advisory organization to adhere to manual rules which are not reasonably related to the  
29 recording and reporting of data pursuant to the uniform classification system of the uniform  
30 statistical plan."; and  
31

32 FURTHER AMEND said bill, Section 287.957, Page 31, Lines 3-8, by deleting all of said Lines and  
33 inserting in lieu thereof the following:

34 "differentials so as to encourage safety. The uniform experience rating plan shall be the  
35 exclusive means of providing prospective premium adjustment based upon measurement of the  
36 loss-producing characteristics of an individual insured. An insurer may submit a rating plan or plans  
37 providing for retrospective"; and

Action Taken \_\_\_\_\_ Date \_\_\_\_\_

1  
2 Further amend said Section and Page, Line 15, by deleting all of said Line and inserting in lieu  
3 thereof the following:

4 "exceed [one thousand dollars] twenty percent of the current split point of primary and excess  
5 losses under the uniform experience rating plan and the employer pays all of the total medical costs  
6 and there is no"; and

7  
8 FURTHER AMEND said Section and Page, Line 18, by inserting the following after all of said Line:

9 "287.975. 1. The advisory organization shall file with the director every pure premium rate,  
10 every manual of rating rules, every rating schedule and every change or amendment, or modification  
11 of any of the foregoing, proposed for use in this state no more than thirty days after it is distributed  
12 to members, subscribers or others.

13 2. The advisory organization which makes a uniform classification system for use in setting  
14 rates in this state shall collect data for two years after January 1, 1994, on the payroll differential  
15 between employers within the construction group of code classifications, including, but not limited  
16 to, payroll costs of the employer and number of hours worked by all employees of the employer  
17 engaged in construction work. Such data shall be transferred to the department of insurance,  
18 financial institutions and professional registration in a form prescribed by the director of the  
19 department of insurance, financial institutions and professional registration, and the department shall  
20 compile the data and develop a formula to equalize premium rates for employers within the  
21 construction group of code classifications based on such payroll differential within three years after  
22 the data is submitted by the advisory organization.

23 3. The formula to equalize premium rates for employers within the construction group of  
24 code classifications established under subsection 2 of this section shall be the formula in effect on  
25 January 1, 1999.

26 4. For purposes of calculating the premium credit under the Missouri contracting  
27 classification premium adjustment program, an employer within the construction group of code  
28 classifications may submit to the advisory organization the required payroll record information for  
29 the first, second, third, or fourth calendar quarter of the year prior to the workers' compensation  
30 policy beginning or renewal date, provided that the employer clearly indicates for which quarter the  
31 payroll information is being submitted."; and

32  
33 Further amend said bill by amending the title, enacting clause, and intersectional references  
34 accordingly.